

CERTIFICATION OF ENROLLMENT

SUBSTITUTE HOUSE BILL 1891

Chapter 447, Laws of 2007

60th Legislature
2007 Regular Session

BUSINESS AND OCCUPATION TAX--PRESCRIPTION DRUGS

EFFECTIVE DATE: 10/01/07

Passed by the House April 14, 2007
Yeas 94 Nays 0

FRANK CHOPP

Speaker of the House of Representatives

Passed by the Senate April 11, 2007
Yeas 45 Nays 0

BRAD OWEN

President of the Senate

Approved May 11, 2007, 11:28 a.m.

CHRISTINE GREGOIRE

Governor of the State of Washington

CERTIFICATE

I, Richard Nafziger, Chief Clerk of the House of Representatives of the State of Washington, do hereby certify that the attached is **SUBSTITUTE HOUSE BILL 1891** as passed by the House of Representatives and the Senate on the dates hereon set forth.

RICHARD NAFZIGER

Chief Clerk

FILED

May 11, 2007

**Secretary of State
State of Washington**

SUBSTITUTE HOUSE BILL 1891

AS AMENDED BY THE SENATE

Passed Legislature - 2007 Regular Session

State of Washington 60th Legislature 2007 Regular Session

By House Committee on Finance (originally sponsored by
Representatives Linville, Orcutt, Quall, Cody, Hinkle, Hurst and Dunn)

READ FIRST TIME 03/05/07.

1 AN ACT Relating to business and occupation tax deductions for drugs
2 dispensed pursuant to prescription; adding a new section to chapter
3 82.04 RCW; and providing an effective date.

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

5 NEW SECTION. **Sec. 1.** A new section is added to chapter 82.04 RCW
6 to read as follows:

7 In computing tax there may be deducted from the measure of tax
8 imposed by RCW 82.04.290(2) amounts received by physicians or clinics
9 for drugs for infusion or injection by licensed physicians or their
10 agents for human use pursuant to a prescription, but only if the
11 amounts: (1) Are separately stated on invoices or other billing
12 statements; (2) do not exceed the then current federal rate; and (3)
13 are covered or required under a health care service program subsidized
14 by the federal or state government. The federal rate means the rate at
15 or below which the federal government or its agents reimburse providers
16 for prescription drugs administered to patients as provided for in the
17 medicare, part B, drugs average sales price information resource as
18 published by the United States department of health and human services,

1 or any successor index thereto.

2 NEW SECTION. **Sec. 2.** This act takes effect October 1, 2007.

Passed by the House April 14, 2007.

Passed by the Senate April 11, 2007.

Approved by the Governor May 11, 2007.

Filed in Office of Secretary of State May 11, 2007.